

Corporation
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BLUE RIBBON CORPORATION LIMITED



ANNUAL REPORT
CONSOLIDATED BALANCE SHEET
AND SURPLUS ACCOUNT
FOR YEAR ENDING 30TH JUNE, 1945

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ANNUAL REPORT

Toronto, Canada, September 12th, 1945.

TO THE SHAREHOLDERS OF BLUE RIBBON CORPORATION LIMITED:

The 15th Annual Report of the Corporation is herewith submitted by your directors along with the Consolidated Balance Sheet of the Corporation and Subsidiaries and the Consolidated Surplus Account, all for the year ending June 30th, 1945.

During the year Bonds to the value of \$750,000.00 were issued and sold.

After providing for all taxes, depreciation on plants and buildings, and taking care of all operating expenses, the net earnings for the year amounted to \$144,288.03, compared with \$116,896.33 for the previous year.

Dividends at the rate of 5% per annum were paid quarterly on the preferred shares outstanding amounting to \$67,151.87. Bond interest paid and accrued to the 30th June, 1945, amounted to \$12,954.21. The expenses of the bond issue were written off in full. After making provision for the above mentioned charges, \$31,240.01 was transferred to the Surplus Account.

Since our last Shareholders Meeting, we regret having to report the death of Mr. A. C. Matthews, our Vice-President. Mr. J. Bruce MacKinnon was appointed a Director to fill the vacancy until the next Annual Meeting.

The combined sales of the three companies show considerable increase, especially on branded lines. Many raw materials are still in short supply and such commodities as sugar will probably continue so for another year or longer. However, we look forward with confidence to the future.

Again we express our appreciation to all members of our staff for their loyal support during a very trying period.

C. E. SPOONER,
Chairman of the Board.

J. BALL,
President.

BLUE RIBBON COR
AND SUBSIDIA

ASSETS

Current Assets:

Cash on Hand and in Banks.....		\$ 318,092.60
Dominion of Canada 3% Bonds.....		121,800.00
Accounts Receivable, less Reserve.....		526,222.94
Inventories of Merchandise and Supplies, valued at cost as determined and certified to by the Management.....	\$1,316,551.59	
Less Reserve against Future Decline in Inventory Values.....	104,000.00	
		1,212,551.59
Prepaid Insurance and Taxes.....		15,453.29
		<u>\$2,194,120.42</u>
Stocks and Bonds of Customer Companies.....		36,135.18
Land, Buildings, Machinery and Equipment.....	2,332,545.68	
In Western Canada—as appraised by Sterling Appraisal Co. Ltd., 1928.		
In Ontario—part as appraised by Wesley E. Barker and by Canadian Appraisal Co. Ltd., 1924, and part by Sterling Appraisal Co. Ltd., 1930.		
Plus Additions to date at cost.		
Less Reserve for Depreciation.....	1,019,937.20	
		1,312,608.48
Trade Marks, Patent Rights and Goodwill.....		1.00
Deferred Charges.....		23,779.91
Refundable Portion of Excess Profits Tax, estimated..		67,653.00
		<u>\$3,634,297.99</u>

Signed on behalf of the Board.

J. BALL,

C. E. SPOONER.

Directors.

AUDITORS'

To the Shareholders of Blue Ribbon Corporation Limited:

We have examined the books and accounts of Blue Ribbon Corporation Limited, for the year ending 30th June, 1945, and have obtained all the information Blue Ribbon, Limited, have seen the Balance Sheet as of the same date with the Accountants. The above Consolidated Balance Sheet is in our opinion properly drawn and the three Subsidiaries as at 30th June, 1945, according to the best of our information accounts we have examined and the report of Messrs. Black, Hanson & Company as

Toronto, Ontario, 24th August, 1945.

HEET - 30TH JUNE, 1945

LIABILITIES

Current Liabilities:

Bank Advances (Secured \$80,000.00)	\$ 177,529.93
Accounts Payable	315,413.12
Provision for Income and Excess Profits Taxes....	157,996.42
First Mortgage Serial Bond due 1st December, 1945	25,000.00
Bond Interest Accrued	3,801.66

679,741.13

Minority Interest in Subsidiary Company

25,128.50

First Mortgage Bonds:

2½ to 3% Serial Bonds due 1946 to 1954 in- clusive	\$ 225,000.00
4½% Twenty-Year Sinking Fund Bonds due 1964	500,000.00

725,000.00

Capital Stock:

Authorized:

40,000 Shares of 5% Cumulative Conver-
tible Redeemable Participating Pre-
ferred Stock of \$50.00 each, less
12,793 shares redeemed.

150,000 Common Shares of No Par Value.

Issued and Outstanding:

17,057 Preferred Shares of \$50.00 each	\$ 852,850.00
63,475 Common Shares of No Par Value.....	839,067.34

\$1,691,917.34

Earned Surplus

446,649.28

Deferred Surplus re Refundable Portion of Excess

Profits Tax

65,861.74

2,204,428.36

\$3,634,297.99

REPORT

and its Subsidiaries, Pure Gold Manufacturing Co. Limited and Willards Chocolates
and explanations which we required. While we have not examined the accounts of
the report thereon by its auditors, Messrs. Black, Hanson & Company, Chartered
up so as to exhibit the true consolidated position of Blue Ribbon Corporation Limited
on and the explanations given to us and as shown by the books of the companies whose
we referred to.

WILTON C. EDDIS & SONS,

Chartered Accountants.

BLUE RIBBON CORPORATION LIMITED

CONSOLIDATED SURPLUS ACCOUNT FOR YEAR ENDING - 30TH JUNE, 1945

Balance at Credit, 30th June, 1944.....		\$415,409.27
Add:		
Profit for Year, before Depreciation and Income and Excess Profits Taxes but after \$76,033.00 for Salaries of eleven full-time Executive Officers of the Company and its Subsidiaries.....		\$445,520.53
Less:		
Depreciation, Buildings, Plant and Trucks.....	\$ 71,148.15	
Provision for Income and Excess Profits Taxes.....	230,084.35	
	<u>301,232.50</u>	
		144,288.03
		<u>\$559,697.30</u>
Deduct:		
Dividends Paid on Preference Shares at 5%.....	\$ 67,151.87	
Bond Interest Paid and Accrued to 30th June, 1945....	12,954.21	
Bond Issue Expenses and Discount on Sale, less dis- count on certain Preferred Shares Redeemed.....	32,941.94	
	<u>113,048.02</u>	
Balance, 30th June, 1945, being Earned Surplus.....		<u><u>\$446,649.28</u></u>



Blue Ribbon Limited

Winnipeg - Vancouver - Edmonton
Calgary

Manufacturing and Merchandising
Tea, Coffee, Baking Powder, Extracts,
Jelly Powders, Spices.

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Pure Gold Mfg. Co. Limited

Toronto

Manufacturing and Merchandising
Tea, Coffee, Baking Powder, Extracts,
Jelly Powders, Chocolate, Peanut
Butter, Cocoa, Spices.

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Willáards Chocolates Limited

Toronto - Winnipeg - Montreal
Vancouver

Manufacturing and Merchandising
A Complete Line of Confectionery
including the famous
Sweet Marie Nut Roll.

BLUE RIBBON CORPORATION LIMITED

BOARD OF DIRECTORS

J. Ball	-	-	-	-	C. E. Spooner
Col. J. F. Michie	-	-	-	-	J. Bruce MacKinnon
F. T. Moore	-	-	-	-	W. Hood
J. R. Wright					

Chairman of the Board	-	-	-	-	C. E. Spooner
President	-	-	-	-	J. Ball

Bankers

The Canadian Bank of Commerce

The Dominion Bank

Transfer Agent

The Toronto General Trusts Corporation

Registrar

National Trust Company, Limited

Auditors

Wilton C. Eddis and Sons